

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02498A  
Tierra Mesa Estates Water Company, Inc.  
PO Box ~~4893~~ 4847  
Yuma, AZ 85366

08-05-08A11:13 RCVD

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

8-5-08

SCANNED

## COMPANY INFORMATION

Company Name (Business Name) <u>Sierra Mesa Water Company</u>			
Mailing Address <u>P.O. Box 4847</u>			
<u>Yuma</u> (City)	<u>Az</u> (State)	<u>85366</u> (Zip)	
<u>928 341 9685</u> Telephone No. (Include Area Code)	<u>928 341 9196</u> Fax No. (Include Area Code)	<u>928 920 2994</u> Cell No. (Include Area Code)	
Email Address <u>TierraMesaWater@aol.com</u>			
Local Office Mailing Address <u>P.O. Box 4847</u>			
<u>Yuma</u> (City)	<u>Az</u> (State)	<u>85366</u> (Zip)	
<u>928 341 9685</u> Local Office Telephone No. (Include Area Code)	<u>928 341 9196</u> Fax No. (Include Area Code)	<u>928 920 2994</u> Cell No. (Include Area Code)	
Email Address <u>TierraMesaWater@aol.com</u>			

## MANAGEMENT INFORMATION

Management Contact: <u>Nancy Miller</u>		<u>Co-owner</u>	
<u>P.O. Box 4847</u> (Street)	<u>Yuma</u> (City)	<u>Az</u> (State)	<u>85366</u> (Zip)
<u>928 341 9685</u> Telephone No. (Include Area Code)	<u>928 341 9196</u> Fax No. (Include Area Code)	<u>928 920 2994</u> Cell No. (Include Area Code)	
Email Address <u>TierraMesaWater@aol.com</u>			
On Site Manager: <u>Richard Miller</u>		<u>ex-owner</u>	
<u>Same</u> (Street)	<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)	
Email Address <u></u>			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent:

Same  
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney:

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☒ YUMA

☐ STATEWIDE

COMPANY NAME *Tierra Mesa Water Company, Inc*

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	—	—	—
302	Franchises	—	—	—
303	Land and Land Rights	5785	—	5785
304	Structures and Improvements	48 316	26,044	22,272
307	Wells and Springs	147 291	66,710	80,581
311	Pumping Equipment	166 559	93 814	72 745
320	Water Treatment Equipment	52044	27324	24 720
330	Distribution Reservoirs and Standpipes	—	—	—
331	Transmission and Distribution Mains	69 755	33 136	36 619
333	Services	18 750	17 817	933
334	Meters and Meter Installations	10,020	7676	2344
335	Hydrants	13 705	6 565	7140
336	Backflow Prevention Devices	—	—	—
339	Other Plant and Misc. Equipment	1636	1148	488
340	Office Furniture and Equipment	2913	2913	—
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	2786	2332	454
348	Other Tangible Plant	176 771	48 082	128 689
	<b>TOTALS</b>	<b>716 331</b>	<b>333 561</b>	<b>382 770</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME *Jerra Mesa Estates Water Co Inc*

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	-	-	-
302	Franchises	-	-	-
303	Land and Land Rights	5785	-	-
304	Structures and Improvements	48316	2.5-10%	1922
307	Wells and Springs	147291	.5-10%	7703
311	Pumping Equipment	166559	5-10%	8300
320	Water Treatment Equipment	52044	4-5%	2596
330	Distribution Reservoirs and Standpipes	-	-	-
331	Transmission and Distribution Mains	69755	2.5%	1744
333	Services	18750	5%	938
334	Meters and Meter Installations	10020	5	502
335	Hydrants	13705	2.5-5	390
336	Backflow Prevention Devices	-	-	-
339	Other Plant and Misc. Equipment	1636	5	82
340	Office Furniture and Equipment	2913	10-20	67
341	Transportation Equipment	-	-	-
343	Tools, Shop and Garage Equipment	-	-	-
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communication Equipment	-	-	-
347	Miscellaneous Equipment	2786	5-10	162
348	Other Tangible Plant	176771	10-14	7507
	<b>TOTALS</b>	<b>716331</b>	<b>-</b>	<b>31913</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

COMPANY NAME Tierra Mesa Water Company Inc

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 56,083	\$
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	9835	
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	256	
174	Miscellaneous Current and Accrued Assets	8945	
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 75,119	\$
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 716,331	\$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 333,561 >	
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 382,770	\$
	<b>TOTAL ASSETS</b>	\$ 457,889	\$

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Tierra Mesa Water Company Inc

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ —	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ —	\$
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	40,376	
272	Less: Amortization of Contributions	< 34,573 >	
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 5 803	\$
	<b>TOTAL LIABILITIES</b>	\$ 5 803	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 545,527	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	< 93,441 >	
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 452,086	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 457,889	\$

COMPANY NAME Tierra Mesa Water Company Inc

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 149,096	\$ 161,499
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 149,096	\$ 161,499
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$ 2,1920
610	Purchased Water		
615	Purchased Power	12,494	11,274
618	Chemicals	3,392	3,540
620	Repairs and Maintenance	3,127	8,704
621	Office Supplies and Expense	2,532	6,308
630	Outside Services	43,797	45,000
635	Water Testing	1,253	17,675
641	Rents		1,200
650	Transportation Expenses		1,344
657	Insurance – General Liability	2,052	
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	431	
403	Depreciation Expense	31,913	57,078
408	Taxes Other Than Income	10,310	13,243
408.11	Property Taxes	11,759	15,571
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 123,060	\$
	<b>OPERATING INCOME/(LOSS)</b>	\$ 26,036	\$ <16,358>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ 0	\$
	<b>NET INCOME/(LOSS)</b>	\$ 26,036	\$ <16,358>



COMPANY NAME

Tierra Mesa Water Company Inc

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

0

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME	<i>X</i> <i>Tierramesa Water Company Inc</i>	
Name of System:	ADEQ Public Water System Number:	

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-513889	15	235		8"	4"	
55-806428	15	200		8"	4"	
55-575-525	40	600		10"	6"	1999

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	2	5	
15	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	1000	1
37,600	1	3000	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME	Tierra Mesa Water Company Inc		
Name of System:	ADEQ Public Water System Number:	14	

### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	1200
5		
6	ACP	660
8	ACP	1560
10		
12	PVC	780
4"		5866
6"		1850
8"		7893

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	231
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

**TREATMENT EQUIPMENT:**

12' X 16' CMV Chemical Bldg 210 LF 6' cmr Fence  
 270' LF 6' Chain Link fence 16' X 19' Concrete Containment  
 Structure for Caustic Storage tank 3' X 8' High  
 Area lighting standards on concrete base

**STRUCTURES:**

**OTHER:**

1 80 kw Generator w/ auto transfer switch, 35 gal  
 liquid Cl<sub>2</sub> Tank & metering pump various testing equip  
 hoses hand pumps water shut off tools hand truck  
 protective clothing eye wash station

*Note: If you are filing for more than one system, please provide separate sheets  
for each system.*

COMPANY NAME:	<u>Tierra Mesa Estates Water Co Inc</u>		
Name of System:	ADEQ Public Water System Number: <u>14-080</u>		

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	230	2,927	2,927	
FEBRUARY	232	3,400	3,400	
MARCH	231	3,202	3,202	
APRIL	232	4,073	4,073	
MAY	232	4,400	4,400	
JUNE	231	6,573	6,573	
JULY	229	7,743	7,743	
AUGUST	229	6,877	6,877	
SEPTEMBER	230	4,661	4,661	
OCTOBER	229	4,400	4,400	
NOVEMBER	231	4,344	4,344	
DECEMBER	231	2,216	2,216	
TOTALS →		54,816		

What is the level of arsenic for each well on your system? 6.2 mg/l  
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
( ) Yes (✓) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
( ) Yes (✓) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
( ) Yes (✓) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Tierra Nesa Estates Water Co YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 3405.59

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**Suma County Treasurer mails tax bills to all property owners. If you have a mortgage on your property and your taxes are paid through an impound account, keep this notice for your records.**

61225

For important information  
and payment instructions,  
see reverse side.

YOUR CHECK IS YOUR RECEIPT.

LOCATION ADDRESS		ACCOUNT NUMBER U000015
	LEGAL DESCRIPTION OF PROPERTY	PARCEL IDENTIFICATION
CENTRALLY VALUED PROPERTY ACCOUNT	55-079. PARCEL 104-36-007.	-----
		TAX AREA CODE 0130

PRIMARY PROPERTY TAX CALCULATION						
ITEM	Limited Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND BLDGS, ETC.	31,257	24.00	7,502	0	8.3217	354.61
PERSONAL PROPERTY	224,743	24.00	53,938	0	8.8217	4,758.25
TOTALS	256,000		61,440	0		5,112.86

2007 TAX SUMMARY	
Primary Ad Valorem Tax	5,112.86
Less State Aid To Education	0.00
Net Primary Ad Valorem Tax	5,112.86
Secondary Ad Valorem Tax	1,662.72
Special District Tax	0.00

SECONDARY PROPERTY TAX CALCULATION						
ITEM	Full Cash Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND	12,000	24.00	2,880	0	3.0135	86.80
BLDGS, ETC.	19,260	24.00	4,622	0	3.0135	139.28
PERSONAL PROPERTY	224,740	24.00	53,938	0	2.6635	1,436.64
TOTALS	256,000		61,440	0		1,662.72

TOTAL TAX DUE	6,775.58
HALF TAX	3,387.79



AUTHORITY NUMBER	AUTHORITY NAME	LEVY TYPE	PURPOSE	2007 TAX DISTRIBUTION	2006 TAX DISTRIBUTION	DIFFERENCE	TAX RATE
02000	YUMA COUNTY	PRIM		1,240.60	1,464.78	-224.18	2.0192
05001	YUMA SD#1	PRIM		1,254.49	1,354.59	-100.10	2.0418
06103	YUHS SD#70	PRIM		1,552.09	1,549.34	2.75	2.5262
08150	ARIZONA WESTERN COLLEGE	PRIM		1,065.68	1,288.63	-222.95	1.7345
14900	YUMA COUNTY LIBRARY	SCND		561.57	624.77	-63.20	.9140
15829	YUMA COUNTY FLOOD CONTROL	SCND		26.26	28.36	-2.10	.3500
55001	YUMA SD#1	SCND	OVERRIDE	266.59	198.16	68.43	.4339
65001	YUMA SD#1	SCND	CLASS A BONDS	79.07	322.43	-243.36	.1287
66103	YUHS SD#70	SCND	CLASS A BONDS	153.66	15.38	138.28	.2501
68150	AWC 2003 BOND ISSUE	SCND		84.85	118.53	-33.68	.138

2622

P.O. BOX 4893  
YUMA, AZ 85366  
928-341-9685

DATE Oct 11 2007

91-532/1221  
19

PAY TO THE ORDER OF Yuma County Treasurer \$ 3387.79  
Three thousand three hundred eighty seven and 79/100 DOLLARS   
 National Bank



**National Bank**  
OF ARIZONA

O F A R I Z O N A

**1-800-497-8168**  
**www.nbarizona.com**

OR  $\frac{1}{2}$  tax 40000015

Q Miller

1100262211 151221053201 019000021111

GUARDIAN © SAFETY © Clarke American BA

Report Date: 02/09/2007 02:27PM

YUMA COUNTY TREASURER  
STATEMENT OF TAXES DUE

Page: 1

SCHEDULE NO: R0068477  
ASSESSED TO:

TIERRA MESA ESTATES WATER CO AZ CORP

PO BOX 4893  
YUMA, AZ 85366

341-9196

## LEGAL DESCRIPTION:

SECT, TWN, RNG: 24-09S-23W DESC: PT OF W2SE4 BEG AT SE COR SEC 24 TH W 1784.17 FT TH N 50 FT TO  
TRUE POB TH CONT N 50 FT TH W 100 FT TH S 50 FT TH E 100 FT TO POB

PARCEL: 14-104-42-016-00-6 SITUS ADD: YUMA

TAX YEAR	TAX AMOUNT	INTEREST	FEES	PAID	TOTAL DUE
2005	5.74	1.23	5.00	0.00	11.97
2006	5.22	0.27	0.00	0.00	5.49
<b>TOTAL TAX</b>					<b>17.46</b>
<b>GRAND TOTAL DUE GOOD THROUGH 02/21/2007</b>					<b>17.46</b>

TIERRA MESA ESTATES WATER CO., INC.

2494

P.O. BOX 4893  
YUMA, AZ 85366  
928-341-9685

DATE Feb 12 2007

91-532/1221  
19PAY  
TO THE  
ORDER OFYuma County Treasurer  
Seventeen and 46/100

\$ 17.46

DOLLARS

National Bank  
OF ARIZONA1-800-497-8168  
www.nbarizona.com

FOR R0068477

J. Miller

⑈002494⑈ ⑆122105320⑆ 0190000211⑈

YUMA COUNTY TREASURER

410 MAIDEN LN STE C

YUMA, AZ 85364

TIERRA MESA ESTATES WATER CO AZ CORP

PO BOX 4893  
YUMA, AZ 85366

ACCOUNT NO: R0068477

TAX AMOUNT DUE: 17.46

PAYMENT DUE BY: 02/21/2007

M. Oct. PAC

**TERRA MESA ESTATES WATER CO., INC.**  
P.O. BOX 682  
TAMPA, AZ 33005  
813-971-8638

PAY TO THE ORDER OF ~~[REDACTED]~~

National Bank

FOR DEPOSIT ONLY

DATE ~~[REDACTED]~~

\$100.00

⑆0000106898⑈

Processed 10/12/07

**Processed 10/12/07**

[illegible]

Processed 10/18/07	\$3387.79	Ch# 2622
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[illegible]

**Processed**



**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

**VERIFICATION**

STATE OF AZ  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Tierra Mesa Estates Water Company Inc</u>
COMPANY NAME	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

928 341 9685

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

(SEAL)

COUNTY NAME

MONTH

, 20\_\_

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES \_\_\_\_\_

COMPANY NAME Tierra Mesa Estates Water Co Inc YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 161,499  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported -16,358  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

NJ Miller  
SIGNATURE

April 1 2008  
DATE

NJ Miller  
PRINTED NAME

Co-owner  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

**VERIFICATION**

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller</u> <u>Co-owner</u>
COMPANY NAME	<u>Tierra Mesa Water Co Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ - 16,358.00

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$

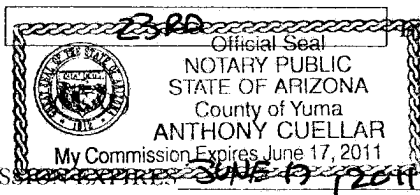
IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME	<u>Yuma</u>	
MONTH	<u>JUNE</u>	<u>2008</u>

Nancy Miller

SIGNATURE OF OWNER OR OFFICIAL

928 341 9685

TELEPHONE NUMBER

Anthony Cuellar

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>Nancy Miller</u>	TITLE <u>Coowner</u>
COMPANY NAME <u>Tierra Mesa Water Co Inc</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ -16,358.00

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ -

IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Nancy Miller  
SIGNATURE OF OWNER OR OFFICIAL  
928 341 9685  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

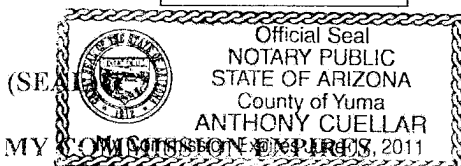
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

23RD

DAY OF

NOTARY PUBLIC NAME <u>Anthony Cuellar</u> (USFLA2)	
COUNTY NAME <u>Yuma</u>	
MONTH <u>JUNE</u>	20 <u>08</u>



X Anthony Cuellar  
SIGNATURE OF NOTARY PUBLIC